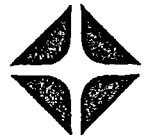


ANACONDA Minerals Company
New Mexico Operations
P.O. Box 638
Grants, New Mexico 87020
Telephone 505 876 2211

RECEIVED

MAR 27 1986

PUEBLO OF LAGUNA
GOVERNOR'S OFFICE



January 2, 1986

1/10/86

Mr. Herrick E. Hanks
Bureau of Land Management
Rio Puerco Resource Area
3550 Pan American Freeway, N.E.
P. O. Box 6770
Albuquerque, N.M. 87107

Dear Mr. Hanks:

This correspondence is in regard to Anaconda's annual mining and reclamation status report at the Jackpile-Paguate Mine.

During calendar year 1985, Anaconda's activity on the former mine lease area has been confined to minor erosion repair, construction of runoff control berms, limited security and environmental monitoring as per agreements with the BLM.

Please contact me if you have any questions regarding this matter.

Sincerely,

Meade A. Stirland
Meade A. Stirland
General Manager

mls